

BEFORE THE TENNESSEE REGULATORY AUTHORITY

NASHVILLE, TENNESSEE

July 1, 2005

IN RE:

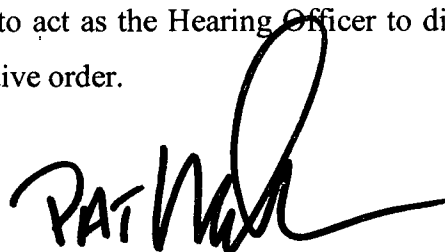
**SUMMARY OF THE TRANSACTIONS IN
CHATTANOOGA GAS COMPANY'S DEFERRED
GAS COST ACCOUNT FOR THE TWELVE MONTHS
ENDED JUNE 30, 2004 AND THE COMPUTATION OF
ACA FACTOR EFFECTIVE JANUARY 1, 2005**

**DOCKET NO.
04-00402**

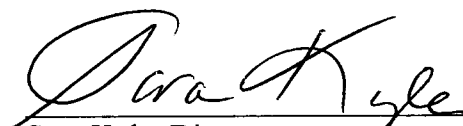
**ORDER CONVENING A CONTESTED CASE
AND APPOINTING A HEARING OFFICER**

This matter came before Chairman Pat Miller, Director Sara Kyle and Director Ron Jones of the Tennessee Regulatory Authority (the "Authority"), the voting panel assigned to this docket, at a regularly scheduled Authority Conference held on June 27, 2005, to consider the summary of the transactions in the deferred gas cost account for the twelve months ended June 30, 2004 and the computation of Actual Cost Adjustment factor effective January 1, 2005 filed by Chattanooga Gas Company on November 15, 2004. During the June 27, 2005 Authority Conference, the panel voted unanimously to convene a contested case proceeding and appoint the Authority's General Counsel or his designee to act as the Hearing Officer to dispose of the outstanding issues relating to the entry of a protective order.

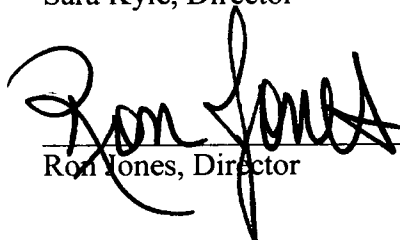
IT IS SO ORDERED.



Pat Miller, Chairman



Sara Kyle, Director



Ron Jones, Director